

March 17, 2010

Ref: 5392-28297

Honorable James H. Welsh
Commissioner of Conservation
Post Office Box 94275
Baton Rouge, LA 70804-4275

Re: Hearing Application
Pontchartrain Sand, Unit 4
10,500' Zone, Reservoir A, SUA
ST. GABRIEL FIELD
Iberville Parish, Louisiana
Applicant: Pedernales Production, LP

Dear Mr. Commissioner:

In accordance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, application is hereby made on behalf of **Pedernales Production, LP** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the Pontchartrain Sand, Unit 4 and the 10,500' Zone, Reservoir A, St. Gabriel Field, Iberville Parish, Louisiana.

1. To create a single drilling and production unit of approximately 82.084 acres for the 10,500' Zone, Reservoir A, designated as the 10500' RA SUA, St. Gabriel Field, Iberville Parish, Louisiana, which 10,500' Zone unit as shown more particularly on the attached plat, or alternatively, to consider evidence whether the previously existing Unit 4 for the Pontchartrain (T-2) Sand, created by Office of Conservation Order No. 43-D, effective October 22, 1952 and terminated by Supplement to Order No. 43-D, effective December 16, 2005 should be re-established;
2. To establish rules and regulations governing the exploration for and production of gas and condensate from the unit;
3. To designate a unit operator and unit well for the unit herein;
4. If necessary, to force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit and provide for each tract sharing in unit production on a surface acreage basis of participation;
5. To consider such other matters relating to the subject reservoir as may be appropriate and justified by the evidence presented at the public hearing.

The Pontchartrain (T-2) Sand was created by Office of Conservation Order No. 43-D, effective October 22, 1952 and terminated by Supplement to Order No. 43-D, effective December 16, 2005.

The 10,500' Zone, Reservoir A in the St. Gabriel Field is hereby defined as being that gas and condensate bearing zone encountered between the measured depths of

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9,720 feet and 11,470 feet (electrical log measurements) in the Pedernales Production, LP (Gravis, et al)-Pontchartrain Levee District No. 1 Well, located in Section 7, Township 9 South, Range 2 East, Iberville Parish, Louisiana.

In compliance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, a pre-application conference was held in Lafayette, Louisiana on February 25, 2010. Attached hereto and made a part hereof is a list of the names and addresses of the parties who were in attendance at that conference.

The conference was opened by Mr. William F. Bailey. Mr. Travis Helms of James Hardwick & Associates presented the plan of applicant. Questions were asked and answered. It is anticipated that there may be opposition at the public hearing on this matter.

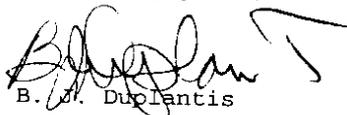
Attached hereto and made a part hereof are plats outlining the Pontchartrain Sand, Unit 4 and the 10500' RA SUA, Iberville Parish, Louisiana, and a list of the names and addresses of the interested owners, represented parties and interested parties to whom this notice is being sent. It is hereby certified that a reasonable effort was made to ascertain the names and addresses of all interested owners, represented parties and interested parties.

A copy of the list of the names and addresses of the interested owners, represented parties and interested parties is not being mailed to those parties along with this hearing application. Should any such party desire a copy of this list, however, we will be glad to provide one upon request.

Any pertinent data relating to the proposed unit can be obtained, AT THE COST OF THE REQUESTING PARTY, from Mr. Jim Hardwick of Jim Hardwick & Associates, 1101 S. Hugh Wallis Rd., Suite 101, Lafayette, LA 70508 (337) 232-7756.

Our check on behalf of the applicant in the amount of \$1,510.00, made payable to the Office of Conservation, representing the required hearing application fee has been tendered.

Very truly yours,


B. J. Duplantis

BJD/ht

Attachments

cc: Mr. Richard Hudson, District Manager

All Interested Owners, Represented Parties and Interested Parties

